

House File 2531

H-8553

1 Amend House File 2531 as follows:
2 1. Page 36, after line 7 by inserting:
3 <Sec. _____. Section 99F.6, subsection 4, paragraph
4 a, Code 2009, is amended to read as follows:
5 a. Before a license is granted, the division
6 of criminal investigation of the department of
7 public safety shall conduct a thorough background
8 investigation of the applicant for a license to
9 operate a gambling game operation on an excursion
10 gambling boat. The applicant shall provide information
11 on a form as required by the division of criminal
12 investigation. A qualified sponsoring organization
13 licensed to operate gambling games under this chapter
14 shall distribute the receipts of all gambling games,
15 less reasonable expenses, charges, taxes, fees, and
16 deductions allowed under this chapter, as winnings
17 to players or participants or shall distribute the
18 receipts for educational, civic, public, charitable,
19 patriotic, or religious uses as defined in section
20 99B.7, subsection 3, paragraph "b". However, a
21 licensee to conduct gambling games under this chapter
22 shall, unless an operating agreement for an excursion
23 gambling boat otherwise provides, distribute at least
24 three percent of the adjusted gross receipts for
25 each license year for educational, civic, public,
26 charitable, patriotic, or religious uses as defined
27 in section 99B.7, subsection 3, paragraph "b".
28 However, if a licensee who is also licensed to conduct
29 pari-mutuel wagering at a horse racetrack has unpaid
30 debt from the pari-mutuel racetrack operations, the
31 first receipts of the gambling games operated within
32 the racetrack enclosure less reasonable operating
33 expenses, taxes, and fees allowed under this chapter
34 shall be first used to pay the annual indebtedness.
35 The commission shall authorize, subject to the debt
36 payments for horse racetracks and the provisions of
37 paragraph "b" for dog racetracks, a licensee who is
38 also licensed to conduct pari-mutuel dog or horse
39 racing to use receipts from gambling games within
40 the racetrack enclosure to supplement purses for
41 races particularly for Iowa-bred horses pursuant to
42 an agreement which shall be negotiated between the
43 licensee and representatives of the dog or horse
44 owners. A qualified sponsoring organization shall
45 not make a contribution to a candidate, political
46 committee, candidate's committee, state statutory
47 political committee, county statutory political
48 committee, national political party, or fund-raising
49 event as these terms are defined in section 68A.102.
50 The membership of the board of directors of a qualified

1 sponsoring organization shall represent a broad
2 interest of the communities.

3 Ob. For agreements subject to commission approval
4 concerning purses for horse racing beginning on or
5 after January 1, 2006, and ending before January
6 1, 2021, the agreements shall provide that total
7 annual purses for all horse racing shall be no
8 less than eleven percent of the first two hundred
9 million dollars of net receipts, and six percent
10 of net receipts above two hundred million dollars.
11 Agreements that are subject to commission approval
12 concerning horse purses for a particular period of
13 time beginning on or after January 1, 2006, and ending
14 before January 1, 2021, shall be jointly submitted to
15 the commission for approval. A qualified sponsoring
16 organization shall not make a contribution to a
17 candidate, political committee, candidate's committee,
18 state statutory political committee, county statutory
19 political committee, national political party, or
20 fund-raising event as these terms are defined in
21 section 68A.102. The membership of the board of
22 directors of a qualified sponsoring organization shall
23 represent a broad interest of the communities. All
24 parties to agreements that are subject to commission
25 approval under this lettered paragraph shall agree to a
26 negotiation timetable, or if the parties fail to agree,
27 the commission shall impose a timetable, to insure
28 no interruption of business activity. If any party
29 representing a horse breed and the horse racetrack
30 licensee cannot reach agreement, each party not in
31 agreement shall select a representative and the two
32 representatives shall select a third party to assist in
33 negotiating an agreement. The two representatives may
34 select the commission or one of its members to serve as
35 the third party. Alternately, each party shall submit
36 the name of a proposed third party to the commission
37 which shall then select one of the two parties to serve
38 as the third party. All parties to the negotiations,
39 including the commission, shall consider that the horse
40 racetrack was built to facilitate the development and
41 promotion of Iowa-bred racing horses in this state and
42 shall negotiate and decide accordingly. For purposes
43 of this lettered paragraph, "net receipts" means the
44 annual adjusted gross receipts from all gambling games
45 less the annual amount of money pledged by the owner
46 of the facility to fund a project approved to receive
47 vision Iowa funds as of July 1, 2004.>

48 2. By renumbering as necessary.

R. OLSON of Polk